UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice CMA-61**

For: CMA's and LSA's

Reminder About Loan Deficiency Payment (LDP) Requests on Contract Commodities Produced on a Farm Without a Production Flexibility Contract (PFC)

Approved by: Acting Deputy Administrator, Farm Programs

Grony Silbery

1	Overview

A

Background The Agricultural Risk Protection Act of 2000, Section 206, amended the Federal Agriculture Improvement and Reform Act of 1996 to provide LDP's to producers

who produced a contract commodity on a farm not covered by PFC.

This provision was only applicable for the 2000 crop year.

B

Purpose

This notice reminds Cooperative Marketing Associations (CMA) and Loan Servicing Agents (LSA) that the policy allowing LDP's on farms without PFC

was applicable for 2000 crop year LDP requests only.

2 Action

A

CMA and LSA Action

CMA's shall **not** request 2001 crop year LDP requests for members who produce contract commodities on farms **not** covered by PFC.

LSA's shall **not** take applications for 2001 crop year LDP requests from producers who produce upland cotton on farms **not** covered by PFC.

CMA's and LSA's shall monitor the weekly producer eligibility file when it becomes available for the 2001 crop year to ensure that producers are eligible for loans and LDP's.

Disposal Date	Distribution
June 1, 2002	State Offices; State Offices FAX to CMA's and LSA's

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